



CLIMATE  
INVESTMENT  
FUNDS

# Overview of the Forest Investment Program (FIP)

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June 23, 2015





# FOREST INVESTMENT PROGRAM (FIP)

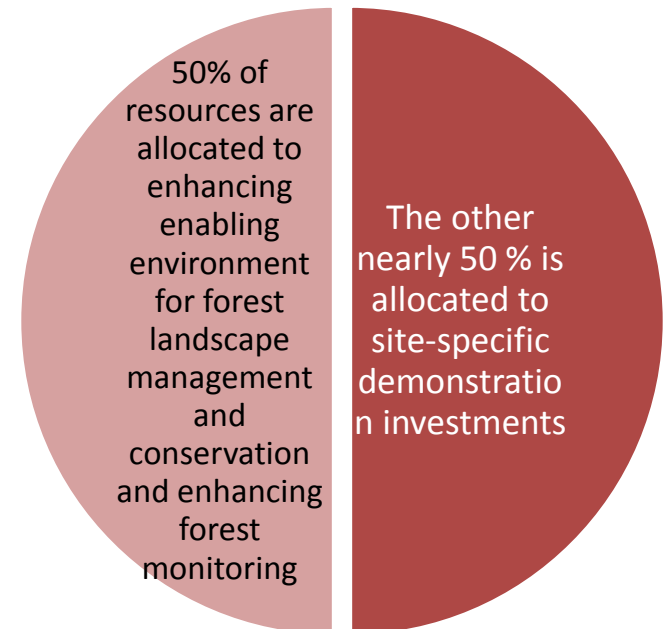
## FIP in the wider REDD+ architecture

### FIP is considered the “REDD+ Missing Middle”

Phase 1 READINESS	Phase 2 IMPLEMENTATION	Phase 3 RESULTS-BASED PAYMENTS
<ul style="list-style-type: none"><li>• Policy and strategy</li><li>• Capacity building</li><li>• Consultations</li><li>• Social inclusion</li></ul>	<ul style="list-style-type: none"><li>• Investments in low carbon development</li><li>• Sustainable forest management</li><li>• Smart agriculture</li><li>• Green value chains</li></ul>	<ul style="list-style-type: none"><li>• Poverty alleviation and shared prosperity</li><li>• Mitigation outcomes</li><li>• Adaptation measures</li></ul>

### 2 studies to better understand the FIP’s relationship and position within REDD+:

- (1) *Linkages between REDD+ Readiness and the Forest Investment Program*
- (2) *Linkages between the FIP and Performance based mechanisms (Agenda Item #)*

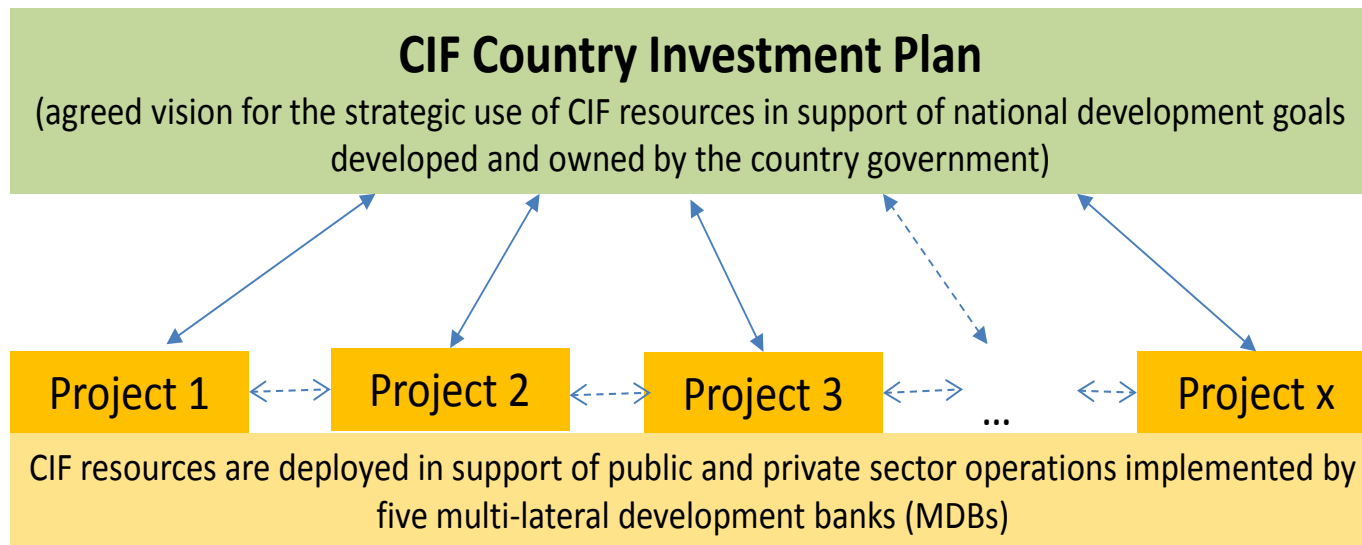




# FIP Programmatic Approach

**Objective:** to initiate transformational change in sectors of the economy impacting or being impacted by climate variability and change; and to enhance the ability of civil society to respond effectively to a changing climate in the context of securing their livelihood base

The CIF programmatic approach is composed of two-levels, forming a country program:





# Dedicated Grant Mechanism (DGM) for Indigenous Peoples and Local Communities



- One-of-a-kind program, unique to the FIP
- \$50 million in grants to enhance for indigenous peoples and local communities' participation in the REDD+ agenda
  - 8 country programs (for each FIP country)
  - Global component for knowledge exchange, capacity building, and networking
- Designed and led by representatives of indigenous peoples groups and local communities in FIP countries
- The largest global REDD+ initiative created solely for and by indigenous peoples and local communities
- DGM is operational
  - ✓ Funding approved for global component (\$5 million) and Brazil DGM program (\$6.5 million)

# FIP IN ACTION



## MDB PARTNERS



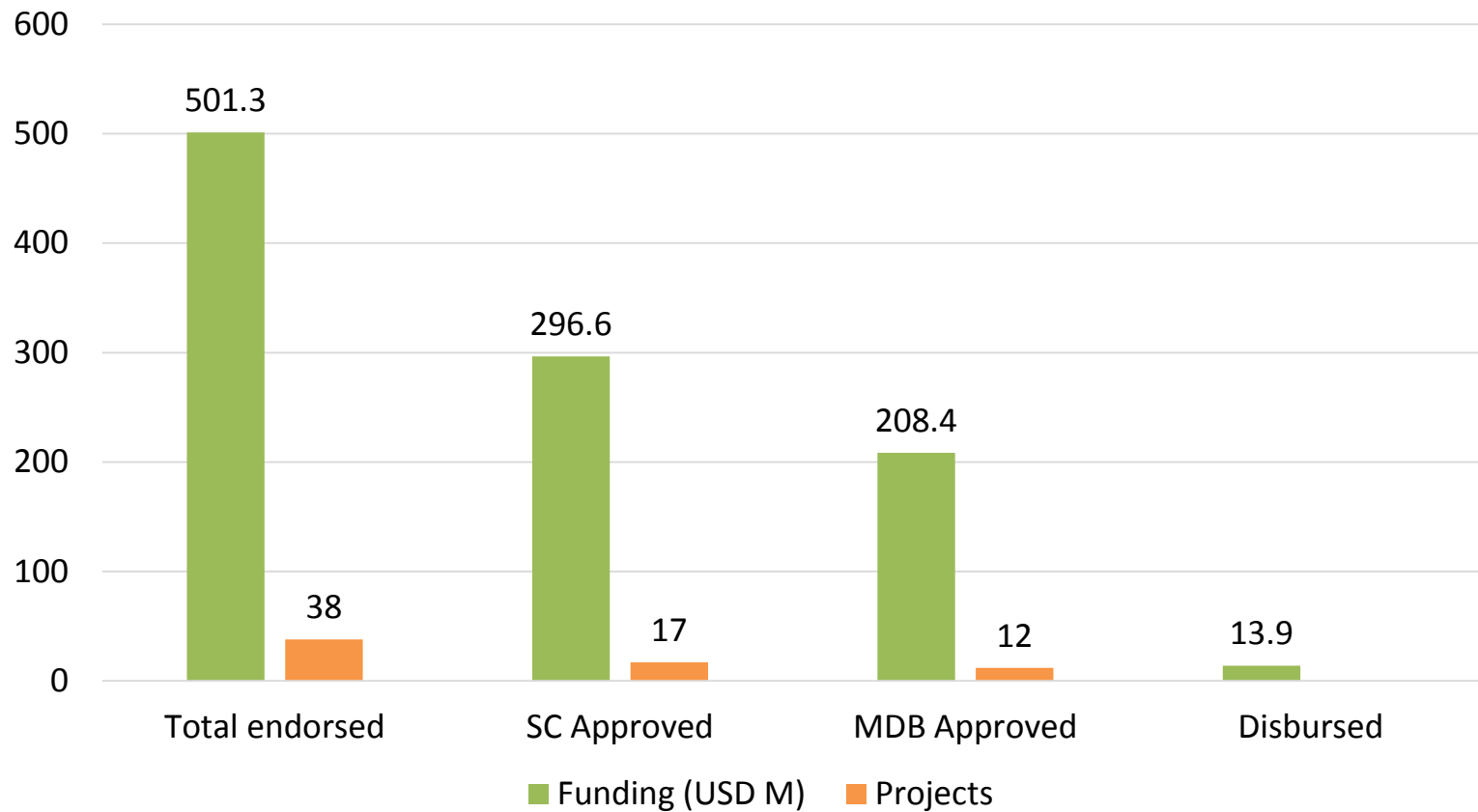
**CIF CONTRIBUTOR**  
 \* Project(s) being supported by CIF dedicated private sector funding.

† Fund pledges are based on exchange rates in September 2014.

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# FIP Overview

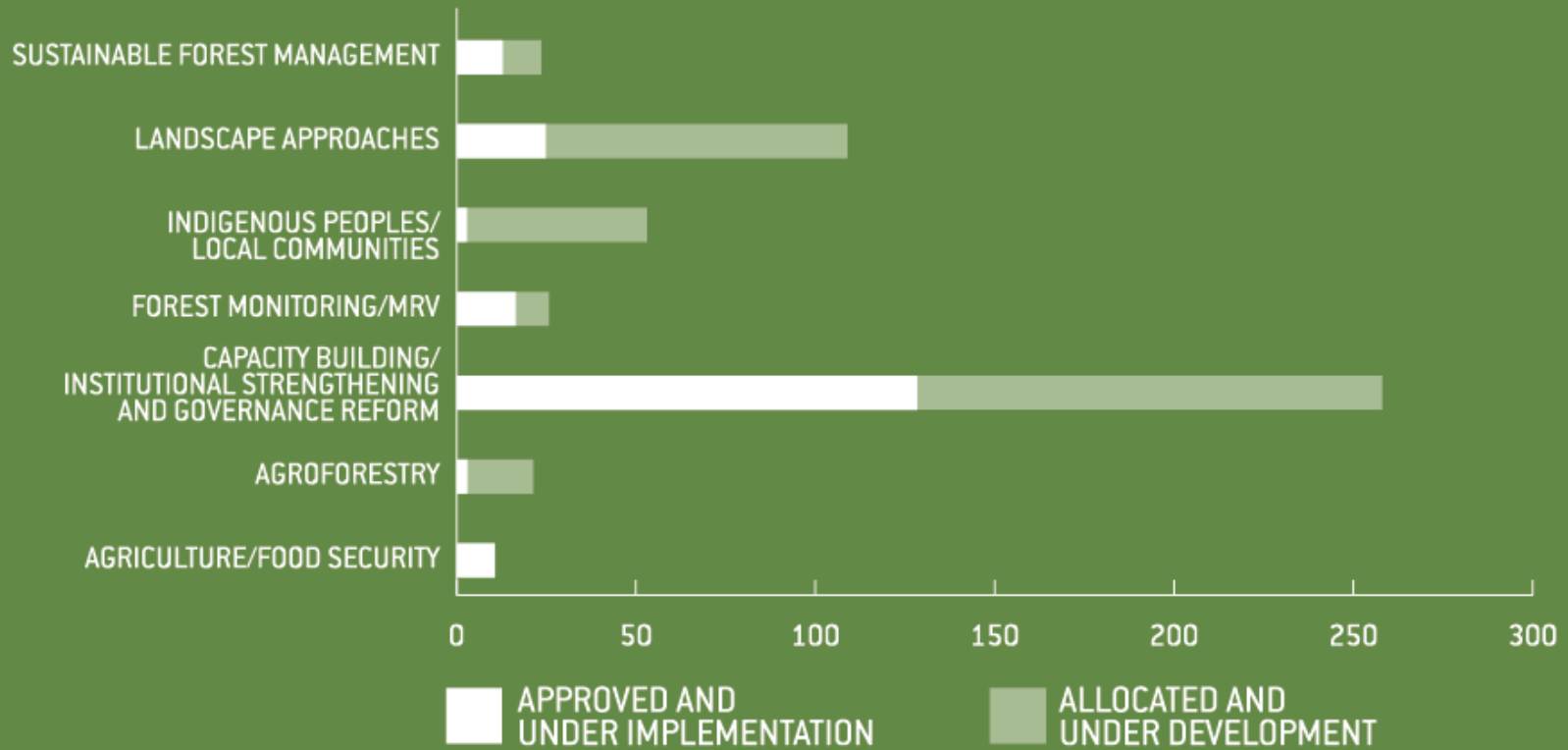


	Total endorsed	Endorsed Investment Plans (8)	Endorsed DGM concepts	Endorsed Private Sector Set-Aside Concepts
Funding (USD M)	501.3	420	50	31.3
Projects	38	25	9	4



# FIP Activities

## SUPPORTING MANY DIMENSIONS OF REDD+





# Expansion of the FIP

## Six new pilot countries

Congo Republic, Côte d'Ivoire, Mozambique, Nepal, Ecuador, Guatemala; proposal for providing 24 million to each of these new FIP pilot countries

## 9 more countries that will be provided with funds for the preparation of the investment plans are:

Tunisia, Bangladesh, Zambia, Cambodia, Cameroon, Guyana, Honduras, Rwanda, and Uganda

Available for country operations  
\$145 million

Available for DGM  
\$30 million


## Public sector FIP loan terms

	Maturity	Grace Period	Principal Repayments Yr 11-20	Principal Repayments Yr 20-40	FY Service Charge	Grant Element
FIP Loan	40	10	2%	4%	0.25%	75%





# CLIMATE INVESTMENT FUNDS

[www.climateinvestmentfunds.org](http://www.climateinvestmentfunds.org) 

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